

Message Text

CONFIDENTIAL

PAGE 01 STATE 220996 TOSEC 120015

61

ORIGIN NODS-00

INFO OCT-01 ISO-00 /001 R

DRAFTED BY EB/ORF/FSE:SWBOSWORTH:LS

APPROVED BY EB JULIUS L. KATZ

S:LSEAGLEBURGER

EB:TOENDERS

EUR/RPE:DLAMB (SUBS)

S/S :FORTIZ

C - MR. SONNENFELDT

----- 126916

O 162332Z SEP 75 ZFF4

FM SECSTATE WASHDC

TO USDEL SECRETARY IMMEDIATE

C O N F I D E N T I A L STATE 220996 TOSEC 120015

NODIS

E.O. 11652: GDS

TAGS: ENRG/IEA

SUBJECT: ACTION MEMO: PROPOSED LETTER TO IEA CHAIRMAN

DAVIGNON (S/S 7518198)

TO THE SECRETARY FROM EB/THOMAS O. ENDERS

FOLLOWING IS THE TEXT OF THE PROPOSED LETTER FROM YOU TO DAVIGNON, CHAIRMAN OF THE IEA GOVERNING BOARD. DAVIGNON AND SOME OTHER KEY IEA DELEGATIONS (E.G., GERMANY AND JAPAN) ARE QUESTIONING WHETHER OUR BILATERAL EFFORT WITH THE FRENCH ON RESUMPTION OF THE DIALOGUE, RUMORS OF CHANGES IN US POLICY TOWARD OPEC, AND MY DEPARTURE SIGNAL A LESSENING OF OUR COMMITMENT TO CONSUMER COOPERATION IN THE IEA.

IF WE ALLOW THIS UNCERTAINTY TO CONTINUE, WE RISK A
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 220996 TOSEC 120015

WEAKENING OF OUR ABILITY TO KEEP THE CONSUMERS LOCKED ON

TO A COMMON LINE IN THE DIALOGUE. IT WOULD ALSO JEOPARDIZE AGREEMENT ON AN EFFECTIVE IEA LONG TERM PACKAGE.

THE PROPOSED LETTER MAKES 3 MAJOR POINTS:

1. THE CRITICAL NEED TO MEET THE DECEMBER 1 DEADLINE FOR ADOPTION OF THE IEA'S LONG TERM COOPERATIVE PROGRAM;
2. OUR CONTINUED COMMITMENT TO THE IEA AS THE PRINCIPAL FORUM FOR CONSUMER COUNTRY COORDINATION ON ENERGY ASPECTS OF THE DIALOGUE- AND
3. MY CONTINUED ROLE AS YOUR DIRECT REPRESENTATIVE FOR IEA MATTERS OVER THE NEXT CRITICAL MONTHS.

DAVIGNON HAS PLACED BOTH THE QUESTIONS OF COORDINATION OF POSITIONS FOR THE DIALOGUE AND THE FUTURE ROLE OF THE IEA ON THE AGENDA FOR THIS WEEK'S IEA MEETING. THE LETTER FROM YOU WILL BOLSTER MY NEGOTIATING LEVERAGE ON THE LONG TERM PACKAGE. IT WILL ALSO HELP TO ENSURE THAT WE MAINTAIN LEADERSHIP AS WE MOVE INTO THE DIALOGUE.

RECOMMENDATION: THAT YOU APPROVE THE LETTER SO THAT IT CAN BE TRANSMITTED TO DAVIGNON PROMPTLY AT THE SEPTEMBER 17 IEA MEETING.

APPROVE DISAPPROVE

EAGLEBURGER CONCURS.

BEGIN TEXT OF LETTER. DEAR VISCOMPTE DAVIGNON:
OVER THE NEXT FEW MONTHS, WE FACE A SERIES OF CRITICAL TESTS FOR OUR COOPERATION IN ENERGY. ON THE ONE HAND, WE MUST MEET OUR DECEMBER 1 DEADLINE FOR ADOPTION BY THE IEA OF A SERIOUS AND COMPREHENSIVE PROGRAM FOR OUR CONTINUING COOPERATION. AT THE SAME TIME, WE MUST MAINTAIN THE CLOSEST COORDINATION WITHIN THE IEA AS WE MOVE FORWARD WITH A DIALOGUE WITH THE PRODUCER COUNTRIES, ASSURING THAT THE AGENCY REMAINS THE PRINCIPAL FORUM FOR ALL ASPECTS OF OUR ENERGY RELATIONSHIPS.

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 220996 TOSEC 120015

THE ADOPTION OF A LONG TERM PROGRAM IS CRITICAL TO THE CONTINUED VITALITY OF THE IEA. UNLESS WE DEMONSTRATE OUR SOLIDARITY AND OUR DETERMINATION TO TAKE THE DIFFICULT DECISIONS NECESSARY TO REDUCE DEPENDENCE ON IMPORTED OIL, WE RISK THAT THE IEA WILL NOT BE TAKEN SERIOUSLY EITHER BY OUR OWN PUBLICS OR BY THE PRODUCERS. I REALIZE THAT THE DIFFICULTIES EXPERIENCED HERE IN THIS COUNTRY IN ESTABLISHING AN ENERGY PROGRAM HAVE MADE PROGRESS DIFFI-

CULT IN THE IEA. HOWEVER, WITH THE RECENT ACTION ON DECONTROL OF OUR OILMPRICES, I AM CONFIDENT THAT WE ARE BEGINNING TO MOVEDOMESTICALLY, AND WE MUST NOW PUSH VIGOROUSLY FOR RAPID ACTION WITHIN THE IEA.

AS WE PREPARE FOR THE DIALOGUE, WE MUST GIVE PARTICULAR ATTENTION TO THE ROLE OF THE IEA AND ENSURE THAT INDUSTRIALIZED COUNTRY POSITIONS ARE FULLY COORDINATED.

IN OUR VIEW, THE IEA MUST PLAY A MAJOR ROLE IN THE OVERALL DIPLOMATIC ACTIVITY RELATED TO THE DIALOGUE. IT SHOULD ALSO CONTINUE TO SERVE AS THE PRINCIPAL FORUM FOR THE COORDINATION OF OUR SUBSTANTIVE POSITIONS ON ALL ENERGY AND ENERGY-RELATED ISSUES, WITH THE TWO OECD AD HOC GROUPS PROVIDING A SIMILAR FUNCTION FOR THE COMMISSIONS ON RAW MATERIALS AND DEVELOPMENT. WITH REGARD TO THE FOURTH COMMISSION, WE BELIEVE THAT THE IEA, THROUGH ITS AD HOC GROUP ON FINANCIAL AND INVESTMENT ISSUES, SHOULD SERVE AS THE PRIMARY POINT OF COORDINATION ON ALL FINANCIAL QUESTIONS DIRECTLY RELATED TO ENERGY. THE OECD'S TEMPORARY WORKING PARTY UNDER MR. VAN YPERSELE SHOULD COORDINATE ALL OTHER FINANCIAL ISSUES.

WE MUST ALSO BEGIN TO CONSIDER HOW BEST TO ORGANIZE THE OVERALL INDUSTRIALIZED COUNTRY COORDINATION. WE WILL PROBABLY NEED A GROUP COMPRISED OF THE CHAIRMEN OF THE OECD AD HOC GROUPS, YOURSELF AS THE REPRESENTATIVE OF THE IEA, AND APPROPRIATE REPRESENTATION FROM THE INDUSTRIALIZED COUNTRIES IN THE GROUP OF 27. THIS GROUP MIGHT BE LINKED TO THE XCSS.

TOM ENDERS WILL CONTINUE TO HAVE DIRECT RESPONSIBILITY FOR THE U.S. ROLE IN THE IEA AND ALL ASPECTS OF IEA ACTIVITY.
CONFIDENTIAL

CONFIDENTIAL

PAGE 04 STATE 220996 TOSEC 120015

HE WILL KEEP ME CLOSELY AND DIRECTLY INFORMED ON ALL DEVELOPMENTS. WE WANT TO CONTINUE TO WORK CLOSELY WITH YOU. I UNDERSTAND THAT YOU TENTATIVELY PLAN TO VISIT WASHINGTON IN OCTOBER. IF MY SCHEDULE PERMITS, I WOULD VERY MUCH LIKE TO SEE YOU DURING YOUR VISIT.
SINCERELY, HENRY A. KISSINGER. END TEXT OF LETTER. SISCO

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TOSEC, TEXT, ENERGY, DIPLOMATIC COMMUNICATIONS, IMPORTERS, EXPORTERS, MEETINGS, CAT-B
Control Number: n/a
Copy: SINGLE
Draft Date: 16 SEP 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE220996
Document Source: CORE
Document Unique ID: 00
Drafter: SWBOSWORTH:LS
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: P850047-2268, N750004-0406
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750946/aaaabpef.tel
Line Count: 160
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN NODS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: NODIS
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: NODIS
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 01 OCT 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <01 OCT 2003 by ellisoob>; APPROVED <27 OCT 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PROPOSED LETTER TO IAE CHAIRMAN DAVIGNON
TAGS: ENRG, IEA, (KISSINGER, HENRY A), (DAVIGNON, VISCOMPTE)
To: TOSEC SECRETARY
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006